BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

In the Matter of the Application of)

MCB, INC., dba MARTIN LOGISTICS)

For Temporary Common Carrier)

Authority.

DOCKET NO. 05-0109

DECISION AND ORDER NO. 21845

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CONSUMER ADVOCACY
CONSUMER AFFAIRS

Filed May 26, 2005
At O'clock P.M.

Chief Clerk of the Commission

ATTEST: A True Copy KAREN HIGASHI Chief Clerk, Public Utilities Commission, State of Hawaii.

M. Dignol.

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MCB, INC., dba MARTIN LOGISTICS)

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Authority.

Docket No. 05-0109 Decision and Order No. $2\,18\,4\,5$

DECISION AND ORDER

By this Decision and Order, the commission grants MCB, INC., dba MARTIN LOGISTICS ("Applicant"), temporary authority to operate as a common carrier of property by motor vehicle in the general commodities classification over irregular routes on the island of Oahu.

I.

Application for Temporary Common Carrier Authority

On May 9, 2005, Applicant filed an application requesting temporary authority to operate as a common carrier of property by motor vehicle over irregular routes on the island of Oahu in the general commodities classification. The application is made pursuant to Hawaii Revised Statutes ("HRS") § 271-16.

Applicant served copies of the application on the Hawaii Transportation Association, which consists of carriers that may be affected by Applicant's proposed service, and on the Division of Consumer Advocacy, Department of Commerce and Consumer Affairs.

Findings and Conclusions

For a grant of temporary operating authority pursuant to HRS § 271-16, an applicant must satisfy two conditions. First, the applicant must establish that there is "an immediate and urgent need" for the proposed service. Second, the applicant must demonstrate "[an] absence of carrier service capable of meeting the need between points or in the territory where the temporary service will be instituted." See In re Robert's Tours & Transportation, Inc., Decision and Order No. 15274, Docket No. 96-0437 (December 23, 1996). Moreover, the commission may, at its discretion, grant temporary authority without hearings or other proceedings. HRS §271-16.

Applicant represents that its proposed service is immediately and urgently needed to fill the void left by Martin Distribution and Warehousing, Inc. ("Martin Distribution") which will cease operations on May 15, 2005 due to the non-renewal of its insurance. Bomar International Forwarding, Inc.'s ("Bomar") and GAC Distributors' ("GAC") letters of support included with the application state that each of their companies relied on the services of Martin Distribution. Because of the lapse of insurance there is an immediate and urgent need for continued transportation services without disruption and detriment to their operations. Bomar and GAC represent that Applicant is the only motor carrier that can provide these services, due to Applicant's unique understanding and knowledge their operations. Using another motor carrier besides of

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Applicant would result in the loss of valuable efficiencies that have been gained and the resulting delays and time lost would create severe problems that would take months to rectify.

Upon review, we find that Applicant meets the criteria forth in HRS 217-16. authority set for temporary First, Applicant's proposed service is immediately and urgently needed to provide services to Bomar and GAC to fill the void left by Martin Distribution. Second, because of Applicant's unique understanding and knowledge of Bomar's and GAC's operations, it is the only motor carrier capable of performing the needed transportation services without causing significant disruption and detriment to these companies. We, thus, conclude that Applicant's request for temporary operating authority should be granted without hearings or other proceedings in this docket.

Pursuant to HRS § 271-16, the commission may grant temporary authority to an applicant for no more than one hundred and twenty (120) days. We conclude, therefore, that since Applicant satisfied the requirements for a grant of temporary authority pursuant to HRS § 271-16, it should be granted temporary authority for a period of one hundred twenty (120) days.

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III.

<u>Orders</u>

THE COMMISSION ORDERS:

- 1. Applicant is granted temporary authority to operate as a common carrier of property by motor vehicle over irregular routes on the island of Oahu in the general commodities classification. The temporary authority shall be valid for no more than one hundred twenty (120) days from the date of this Decision and Order, in accordance with HRS § 271-16. However, the temporary authority may be terminated for good cause, including, but not limited to, Applicant's failure to comply with the motor carrier laws or the commission's rules or orders.
- 2. Applicant shall comply with all of the commission's requirements for common carriers by motor vehicle including, but not limited to, filing a lawful tariff, paying a fee of \$20 for motor carrier gross revenues, and filing the appropriate insurance documents.
- 3. Applicant shall comply with the foregoing requirements within fifteen (15) days after service of this Decision and Order. Failure to comply within the time specified constitutes cause for this commission to void this Decision and Order.
- 4. Applicant shall not commence operations under this Decision and Order until it has received written confirmation from the commission that all requirements have been met.

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DONE at Honolulu, Hawaii MAY 2 6 2005

PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

Carlito P. Caliboso, Chairman

Kawelo, Commissioner

APPROVED AS TO FORM:

Benedyne S. Stone Commission Counsel

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CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing <u>Decision and Order No. 21845</u> upon the following parties, by causing a copy hereof to be mailed, postage prepaid, and properly addressed to each such party.

DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS DIVISION OF CONSUMER ADVOCACY P. O. Box 541 Honolulu, HI 96809

MCB, INC., dba MARTIN LOGISTICS P. O. Box 17516 Honolulu, HI 96817

CRAIG NAKANISHI, ESQ. SHAH BENTO, ESQ. RUSH MOORE LLP A LIMITED LAW PARTNERSHIP 737 Bishop Street, Suite 2400 Honolulu, HI 96813

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Karen Higashi

DATED: MAY 2 6 2005